

SUMMARY OF EXEMPTIONS

Top 50 Exemptions Enacted After the 1935 Revenue Act

Taxpayer Savings for 1999-01 Biennium (\$000)

<u>Type</u>	<u>RCW</u>	<u>Description</u>	<u>Year</u>	<u>Category</u>	<u>State</u>	<u>Local</u>	<u>Total</u>	
Retail Sales Tax Exemptions	82.08.0293	Food products	1977	Individuals	1,146,820	299,937	1,446,757	1
Property Tax: Exemptions	84.36.477	Business inventories	1974	Economic	201,855	631,386	833,241	2
Retail Sales Tax Exemptions	82.08.02565	Manufacturing machinery	1995	Economic	308,490	79,282	387,772	3
Real Estate Excise Tax	82.45.010	All REET exemptions	1951	Tax Base	275,340	110,140	385,480	4
Retail Sales Tax Exemptions	82.08.0281	Prescription drugs	1974	Individuals	264,508	69,179	333,687	5
Retail Sales Tax Exemptions	82.08.010(1)	Trade-ins	1984	Individuals	223,279	59,083	282,362	6
B&O Tax Exemptions	82.04.390	Real estate sales	1945	Tax Base	263,638	0	263,638	7
Retail Sales Tax Exemptions	82.08.0262	Interstate transportation equip.	1949	Economic	196,100	51,288	247,388	8
Property Tax: Exemptions	84.36.381	Senior citizens/disabled	1967	Individuals	36,278	171,073	207,351	9
B&O Tax Exemptions	82.04.322	Health maintenance orgs.	1993	Tax Base	171,325	0	171,325	10
Property Tax: Deferral	84.34.065	Current use, farm land	1973	Agriculture	35,664	111,556	147,220	11
Retail Sales Tax Exemptions	82.04.050(7)	Federal/local road construction	1943	Government	107,371	26,429	133,800	12
Retail Sales Tax Credits & Deferrals	82.08.037	Bad debts	1982	Economic	96,830	25,623	122,453	13
Retail Sales Tax Credits & Deferrals	82.12.035	Taxes paid to other states	1967	Tax Base	90,193	23,589	113,782	14
Retail Sales Tax Exemptions	82.08.0289	Local residential phone service	1983	Individuals	84,433	22,082	106,515	15
Retail Sales Tax Exemptions	82.04.050(8)	Fertilizer and chemical spray	1943	Agriculture	84,930	18,290	103,220	16
Retail Sales Tax Credits & Deferrals	82.63	High technology deferral	1994	Economic	81,807	21,024	102,831	17
Retail Sales Tax Exemptions	82.08.0273	Items sold to nonresidents	1965	Economic	70,942	18,554	89,496	18
B&O Tax Deductions	82.04.4297	Grants, nonprofit organizations	1979	Nonprofit-H	86,010	0	86,010	19
Property Tax: Deferral	84.33.120	Forest land, statutory values	1971	Economic	20,809	65,091	85,900	20
B&O Tax Exemptions	82.04.280	Rental of real estate	1960	Tax Base	73,640	0	73,640	21
Retail Sales Tax Exemptions	82.08.0283	Medical devices	1975	Individuals	58,068	15,145	73,213	22
Fuel Taxes	82.42.030	Commercial & other aircraft	1967	Economic	66,290	0	66,290	23
B&O Tax Deductions	82.04.4292	Interest on real estate loans	1970	Economic	65,928	0	65,928	24
Insurance Premiums Tax	48.14.020	Annuities, etc.	1963	Tax Base	65,923	0	65,923	25
Retail Sales Tax Exemptions	82.08.033	Used mobile homes	1979	Individuals	49,950	13,090	63,040	26

Retail Sales Tax Exemptions	82.12.010(1)	Use tax on rental value	1985	Economic	50,578	10,894	61,472	27
Retail Sales Tax Credits & Deferrals	82.6	Rural county deferral	1985	Economic	46,625	11,983	58,608	28
Retail Sales Tax Exemptions	82.12.0254	Vehicles used in commerce	1937	Commerce	46,058	12,046	58,104	29
Property Tax: Exemptions	84.36.470	Agricultural products	1984	Agriculture	13,627	42,625	56,252	30
Property Tax: Exemptions	84.36.140	Agricultural products	1984	Agriculture	13,627	42,625	56,252	31
Cigarette/Tobacco Products	82.24.290	U.S. military	1940	Government	48,800	2,470	51,270	32
B&O Tax Credits	82.04.4451	Small business credit	1994	Economic	49,271	0	49,271	33
Fuel Taxes	82.42.070	Imported/exported aircraft fuel	1967	Commerce	42,481	0	42,481	34
Property Tax: Deferral	84.36.381(6)	Senior citizen value freeze	1995	Individuals	10,364	30,972	41,336	35
B&O Tax Credits	82.04.4452	Research & development	1994	Economic	37,665	0	37,665	36
Insurance Premiums Tax	48.14.0201(6a)	Medicare receipts	1993	Government	35,834	0	35,834	37
B&O Tax Exemptions	82.04.405	Credit unions; state charter	1970	Economic	26,925	0	26,925	38
B&O Tax Differential Rates	82.04.250(1)	Retailers	1983	Economic	26,803	0	26,803	39
Fuel Taxes	82.38.080	Special fuel tax exemptions	1971	Other	25,450	0	25,450	40
Retail Sales Tax Exemptions	82.08.02568	Anodes & cathodes	1996	Economic	21,004	4,201	25,205	41
Retail Sales Tax Exemptions	82.04.050(9)	Federal government structures	1975	Government	19,786	5,175	24,961	42
B&O Tax Differential Rates	82.04.260(4)	Processors of meat	1967	Agriculture	22,802	0	22,802	43
Retail Sales Tax Exemptions	82.08.0263	Interstate commerce vehicles	1949	Economic	17,751	4,542	22,293	44
B&O Tax Differential Rates	82.04.260(11)	Insurance agents	1983	Economic	21,995	0	21,995	45
B&O Tax Exemptions	82.04.419	Local govt. business income	1983	Government	20,417	0	20,417	46
Leasehold Excise Tax	82.29A.130(3)	Subsidized housing	1976	Individuals	10,818	9,489	20,307	47
Fuel Taxes	82.42.070	Aircraft fuel, federal govt.	1971	Government	19,998	0	19,998	48
B&O Tax Differential Rates	82.04.260(8)	Charter & freight brokers	1979	Economic	19,497	0	19,497	49
Property Tax: Deferral	84.34.060	Current use, open space/timber	1970	Other	4,407	13,785	18,192	50